

STATE RISK MANAGEMENT WORKERS COMPENSATION FUND
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2004

	May-04				April-04				March-04				December-03				September-03				Current	Prior Year	3 Years	5 Years
	Allocation		Policy	Month	Allocation		Policy	Month	Allocation		Policy	Quarter	Allocation		Policy	Quarter	Allocation		Policy	Quarter	Net	Net	6/30/2003	6/30/2003
	Market Value	Actual			Market Value	Actual			Market Value	Actual			Market Value	Actual			Market Value	Actual						
LARGE CAP DOMESTIC EQUITY																								
<i>Structured Growth</i>																								
Los Angeles Capital	81,065	3.1%	3.0%	1.48%	93,806	3.0%	3.0%	-0.54%	98,766	3.1%	3.0%	-0.34%	74,621	3.1%	3.0%	9.12%		0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	0	0.0%	0.0%	N/A	0	0.0%	0.0%	N/A	0	0.0%	0.0%	N/A		0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Structured Growth	81,065	3.1%	3.0%	1.48%	93,806	3.0%	3.0%	-0.54%	98,766	3.1%	3.0%	-0.34%	74,621	3.1%	3.0%	9.12%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>Russell 1000 Growth</i>				1.86%				-1.16%				0.79%				10.41%				N/A	N/A	N/A	N/A	N/A
<i>Structured Value</i>																								
<i>LSV</i>	80,385	3.0%	3.0%	0.55%	93,795	3.0%	3.0%	-2.38%	97,714	3.0%	3.0%	6.22%	75,373	3.2%	3.0%	15.66%		0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>Russell 1000 Value</i>				1.02%				-2.44%				3.03%				14.19%				N/A	N/A	N/A	N/A	N/A
<i>Russell 1000 Enhanced Index</i>																								
<i>LA Capital</i>	167,796	6.4%	6.0%	1.49%	193,989	6.2%	6.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	#DIV/0!	0.0%	N/A	N/A	N/A	N/A	N/A
<i>Russell 1000</i>				1.44%				-1.81%				N/A				N/A				N/A	N/A	N/A	N/A	N/A
<i>S&P 500 Enhanced Index</i>																								
<i>Westridge</i>	163,592	6.2%	6.0%	1.38%	189,161	6.0%	6.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	#DIV/0!	0.0%	N/A	N/A	N/A	N/A	N/A
<i>S&P 500</i>				1.37%				-1.57%				N/A				N/A				N/A	N/A	N/A	N/A	N/A
<i>Index</i>																								
State Street	37,622			1.37%	43,562			-1.57%	39,332			1.68%	337,739			12.16%				N/A	N/A	N/A	N/A	N/A
Transition Account	0			N/A	197			N/A	397,464			N/A	N/A			N/A				N/A	N/A	N/A	N/A	N/A
Total Index	37,622	1.4%	2.0%	1.37%	43,759	1.4%	2.0%	-1.57%	436,796	13.6%	14.0%	1.68%	337,739	14.2%	14.0%	12.16%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>S&P 500</i>				1.37%				-1.57%				1.69%				12.18%				N/A	N/A	N/A	N/A	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	530,460	20.1%	20.0%	1.30%	614,510	19.6%	20.0%	-2.22%	633,277	19.7%	20.0%	2.91%	487,733	20.5%	20.0%	12.20%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>S&P 500</i>				1.37%				-1.57%				1.69%				12.18%				N/A	N/A	N/A	N/A	N/A
SMALL CAP DOMESTIC EQUITY																								
<i>Manager-of-Managers</i>																								
<i>SEI</i>	266,992	10.1%	10.0%	1.07%	308,919	9.9%	10.0%	-5.02%	323,135	10.1%	10.0%	6.61%	243,134	10.2%	10.0%	14.82%		0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>Russell 2000 + 200bp</i>				1.76%				-4.93%				6.78%				15.07%				N/A	N/A	N/A	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	266,992	10.1%	10.0%	1.07%	308,919	9.9%	10.0%	-5.02%	323,135	10.1%	10.0%	6.61%	243,134	10.2%	10.0%	14.82%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>Russell 2000</i>				1.59%				-5.10%				6.26%				14.52%				N/A	N/A	N/A	N/A	N/A
CONVERTIBLES																								
<i>TCW</i>	401,212	15.2%	15.0%	1.51%	470,474	15.0%	15.0%	-2.90%	476,423	14.9%	15.0%	2.50%	365,033	15.3%	15.0%	9.98%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>First Boston Convertible Index</i>				0.64%				-1.93%				2.57%				8.54%				N/A	N/A	N/A	N/A	N/A
DOMESTIC FIXED INCOME																								
<i>Core Bond</i>																								
<i>Western Asset</i>	476,018	18.0%	17.3%	-0.41%	771,638	24.6%	17.3%	-2.41%	859,095	26.8%	26.0%	2.96%	624,563	26.2%	26.0%	1.62%		0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>Lehman Aggregate</i>				-0.40%				-2.60%				2.66%				0.32%				N/A	N/A	N/A	N/A	N/A
<i>Index</i>																								
<i>Bank of ND</i>	621,263	23.5%	26.0%	-0.45%	555,466	17.7%	26.0%	-2.36%	472,721	14.7%	15.6%	3.01%	334,684	14.0%	15.6%	0.07%		0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>Lehman Intermediate Gov/Credit (1)</i>				-0.45%				-2.37%				3.08%				-0.03%				N/A	-0.35%	13.14%	10.82%	7.83%
<i>BBB Average Quality</i>																								
<i>Strong</i>	265,559	10.1%	8.7%	-0.88%	310,520	9.9%	8.7%	-3.16%	348,363	10.9%	10.4%	3.30%	258,528	10.8%	10.4%	1.46%		0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>Lehman US Credit BAA</i>				-0.81%				-3.22%				3.41%				1.22%				N/A	N/A	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	1,362,840	51.6%	52.0%	-0.51%	1,637,625	52.3%	52.0%	-2.55%	1,680,178	52.4%	52.0%	3.05%	1,217,775	51.1%	52.0%	1.15%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>Lehman Gov/Credit</i>				-0.51%				-3.07%				3.08%				-0.03%				N/A	N/A	N/A	N/A	N/A
CASH EQUIVALENTS																								
<i>Bank of ND</i>	79,651	3.0%	3.0%	0.11%	101,488	3.2%	3.0%	0.09%	94,412	2.9%	3.0%	0.29%	69,495	2.9%	3.0%	0.29%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>90 Day T-Bill</i>				0.09%				0.08%				0.24%				0.26%				N/A	N/A	N/A	N/A	N/A
TOTAL RISK MANAGEMENT FUND	2,641,156	100.0%	100.0%	0.32%	3,133,016	100.0%	100.0%	-2.71%	3,207,425	100.0%	100.0%	3.11%	2,383,169	100.0%	100.0%	5.95%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>POLICY TARGET BENCHMARK</i>				0.27%				-2.71%				2.96%				5.08%				N/A	N/A	N/A	N/A	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.